



UTAH ASSOCIATION
OF COUNTIES
INSURANCE MUTUAL

UTAH ASSOCIATION OF COUNTIES INSURANCE MUTUAL Minutes, Board Of Directors Special Meeting By Telephonic Conference

November 30, 1995, 10:00 a.m.

Board Members Participating:

Gary Herbert, *President*, Utah County Commissioner
Gerald Hess, *Vice President*, Davis County Deputy Attorney
Dennis Ewing, *Comptroller*, Tooele County Clerk
Ken Brown, Rich County Commissioner
Sid Groll, Cache County Sheriff
Ty Lewis, San Juan County Commissioner
Gary Sullivan, Beaver County Commissioner

Board Members Absent: Not Participating:

Robert Gardner, *Secretary*, Iron County Commissioner
Sarah Ann Skanchy, Cache County Council Member

Others Participating:

Kent Sundberg, Utah County Deputy Attorney
Brett Rich, Director, UACIM
Sonya White, UACIM Administrative Assistant

Ken made a motion to waive the ten day meeting notice requirement pursuant to the Bylaws. Gary Sullivan seconded the motion and the motion carried.

The Bylaws state that the "Officers shall be elected by and from among the Trustees, at the first Board meeting following each annual meeting of the members". Gary Sullivan made a motion to elect the Officers among the Trustees at the upcoming Board meeting. Sid seconded the motion and the motion carried.

Brett explained to the Board that he feels that the loss projection figures, calculated by the Actuarial Department of AON Insurance Management Services, appear to be high at \$2,075,000 for 1996. The 1995 loss projection figure is \$1,500,000. The financial statements and surplus are based on the loss projection amount adopted by the Board. The October financial statements show 1995 year-to-date paid losses of approximately \$170,000, open loss reserves of approximately \$257,000 and IBNR's of approximately \$824,000, totaling approximately \$1,250,000. The losses are not trending in 1995 as projected for 1996.

The proposed 1996 UACIM Budget with a total income and surplus amount at (\$158,000) is affected by the high projected losses. Therefore, Brett recommended to the Board to consider having a second independent actuarial study. Brett has contacted Coopers & Lybrand, who does the annual audit of UACIM. Coopers & Lybrand has quoted him an amount of \$5000 for this type of actuarial study. Brett has discussed this issue with Jess Hurtado, AON Insurance Management Services, who feels there is no conflict if the Board should get a second opinion.

The Board agreed that there were enough questions to warrant a second opinion. Dennis made a motion authorizing Brett to make arrangements with Coopers & Lybrand to give the UACIM an independent actuarial study of their loss projections. \$5000 is authorized for these services pursuant to the money available in the 1995 budget. Ken seconded the motion and the motion carried. The Board changed the date of the scheduled Board meeting from December 14 to December 21 to allow time for the study and loss projections to be presented to the Board.

WAIVER OF NOTICE

In accordance with section 7.2 of the Bylaws of the Utah Association of Counties Insurance Mutual; I *Robert L. Gardner* do hereby acknowledge having waived the requirement of ten days notice of the special meeting of the Board of Directors of the Utah Association of Counties Insurance Mutual, which was held by telephonic conference on November 30, 1995.

Signed:

Date:

Robert L. Gardner
1/25/99

WAIVER OF NOTICE

In accordance with section 7.2 of the Bylaws of the Utah Association of Counties Insurance Mutual; I do hereby acknowledge having waived the requirement of ten days notice of the special meeting of the Board of Directors of the Utah Association of Counties Insurance Mutual, which was held by telephonic conference on November 30, 1995.

Signed:

Date:

By Lewis
1-25-96

WAIVER OF NOTICE

In accordance with section 7.2 of the Bylaws of the Utah Association of Counties Insurance Mutual; I *Gerald E. Hess* do hereby acknowledge having waived the requirement of ten days notice of the special meeting of the Board of Directors of the Utah Association of Counties Insurance Mutual, which was held by telephonic conference on November 30, 1995.

Signed: *Gerald E. Hess*

Date: *1-25-96*

WAIVER OF NOTICE

In accordance with section 7.2 of the Bylaws of the Utah Association of Counties Insurance Mutual; I *SIDNEY P. GROLL* do hereby acknowledge having waived the requirement of ten days notice of the special meeting of the Board of Directors of the Utah Association of Counties Insurance Mutual, which was held by telephonic conference on November 30, 1995.

Signed:

Date:

Sidney P. Groll

1-25-96

WAIVER OF NOTICE

In accordance with section 7.2 of the Bylaws of the Utah Association of Counties Insurance Mutual; I Gary R. Herbert do hereby acknowledge having waived the requirement of ten days notice of the special meeting of the Board of Directors of the Utah Association of Counties Insurance Mutual, which was held by telephonic conference on November 30, 1995.

Signed: Gary R. Herbert

Date: January 25, 1996

WAIVER OF NOTICE

In accordance with section 7.2 of the Bylaws of the Utah Association of Counties Insurance Mutual; I do hereby acknowledge having waived the requirement of ten days notice of the special meeting of the Board of Directors of the Utah Association of Counties Insurance Mutual, which was held by telephonic conference on November 30, 1995.

Signed:

Date:

